

(B) and Table III (C) below are based on a fee of 15% of the face amount of the check. The effective cost of the loan climbs steeply when the very short term loan is repeated at the same fee. To take a typical example, if a borrower takes a 14 day loan for a \$300 face amount (\$255 advance) on day one and then takes another on day 15, then the borrower's total fees would be \$90, at a 460.08 % APR for each of the two successive loans. Had the customer done one transaction at the outset for the maximum period of 31 days, there would have been a single fee of \$45, at a 207.78 % APR.

Table III (C) APR According to Term of Loan

Days	APR	Days	APR	Days	APR	Days	APR
1	6441.18%	9	715.69%	17	378.89%	25	257.65%
2	3220.59%	10	644.12%	18	357.84%	26	247.74%
3	2147.06%	11	585.56%	19	339.01%	27	238.56%
4	1610.29%	12	536.76%	20	322.06%	28	230.04%
5	1288.24%	13	495.48%	21	306.72%	29	222.11%
6	1073.53%	14	460.08%	22	292.78%	30	214.71%
7	920.17%	15	429.41%	23	280.05%	31	207.78%
8	805.15%	16	402.57%	24	268.38%		

Notes: 1) APR Calculation Method: (Fee Amount / Cash Advance) X (365 / Term in Days) X 100 = APR
2) Maximum fee is assumed (15% of the face amount of the check).

Table III (D) shows additional summary data. In 1999, 142 payday lenders accounted for 2,910,366 delayed deposit check cashing transactions. Data for regular check cashing and for payday lending in 1999 are shown side by side for comparison.

Table III (D) All Check Cashing Activity*

	Regular Check Cashing	Payday Lending
Total number and dollar amount of undeposited checks held at December 31, 1999:	# 3,669 \$1,358,023	# 140,344 \$34,476,536
Total number and dollars (face amount) of checks cashed:	# 2,143,306 \$750,826,639	# 2,910,366 \$649,506,935
Total dollar amount of fees collected for checks cashed:	\$17,317,922	\$96,608,226
Total number and dollar amount of returned (NSF) checks:	# 4,756 \$10,085,303	# 166,558 \$36,477,592
Total dollar amount of additional fees collected for returned (NSF) checks:	\$2,857,776	\$1,842,941
Total dollar amount of net charge offs (losses):	\$2,908,236	\$9,878,891

*Note: The figures in this table are compiled from reports submitted by 1999 licensees and are unaudited by the Commissioner of Banks.